

**552.216-70 ECONOMIC PRICE ADJUSTMENT–FSS MULTIPLE
AWARD SCHEDULE CONTRACTS (DEVIATION IV – JUL 2016)**

Price adjustments include price increases and price decreases. Adjustments will be considered as follows:

- (a) Contractors may submit price decreases anytime during the contract period in which they occur. Price decreases will be handled in accordance with the provisions of the Price Reduction Clause.
- (b) Contractors may request price increases providing all of the following conditions are met:
 - (1) Increases are requested before the last 60 days of the contract period.
 - (2) At least 30 days elapse between requested increases.
- (c) Documentation supporting the reasonableness of the price increase shall be submitted with the request for a price increase.
- (d) The Government reserves the right to exercise one of the following options:
 - (1) Accept the Contractor's price increases as requested when all conditions of paragraphs (b) and (c) of this clause are satisfied;
 - (2) Negotiate smaller increases when the total increase requested is not supported; or,
 - (3) Remove the product(s) from contract involved pursuant to the Cancellation Clause of this contract, when the increase requested is not supported.
- (e) The increased contract prices shall apply to delivery orders issued to the Contractor on or after the effective date of the contract modification